

INDIANA BOND BANK
2980 Market Tower
10 West Market Street
Indianapolis, Indiana 46204
Rural Not-For-Profit Water Loan Program

APPLICATION

This Application has been executed and submitted by the undersigned Applicant for the purpose of requesting approval by the Indiana Bond Bank for financing under its program designed specifically to serve the needs of not-for-profit water utilities. This Application does not constitute a contract nor a commitment to enter into a contract.

PART I

1. Name of Applicant: _____
Address: _____

Telephone Number: _____
Contact Person: _____
Chief Financial Officer: _____

2. Proposed Project

Amount of Proposed Issue \$ _____

Amount of Proceeds Required \$ _____

Description of Project: _____

3. Description of Applicant

Corporate Organization - IRS designation (1) _____

(1) Indicate relevant Code section, date of incorporation, significant changes, if any, in corporate history.

Describe geographic location, proscribed service territory, contiguous or nearby water utilities, any competitive water providers in service territory: _____

4. List Names and Addresses of Board Members, occupation, term of service, appointment, termination date (attach schedule if necessary):

5. Professional Representatives (Applicant's Expense)

- a. Bond Counsel: _____
- b. Local Counsel: _____
- c. Financial Advisor: _____

6. Local Bank and Bank Contact

- a. Bank Name: _____
- b. Address: _____
- c. Telephone: _____
- d. Contact Person: _____

7. Supplemental Data with Application (if applicable)

- a. Most recent state corporation report filed with Secretary of State
- b. Annual financial reports required (only one category is necessary)
- (1) Internal unaudited - three years; or
- (2) Independently audited or compiled - two years; or
- (3) FmHA annual reports - two years
- c. Federal tax returns and federal tax exempt report - most recent year
- d. IURC annual reports - two years
- e. Description of project to be financed (Engineer's summary report, if available).

- f. Detailed analysis of project cost, including any land acquisition costs and non-construction costs. Provide statement of sources and uses of funds describing source and terms of any supplemental debt or equity capital.
- g. Copy of Certificate of Territorial Authority.
- h. Provide professional resume of Applicant's manager.
- i. Describe procedures and professional personnel available to ensure Applicant will be able to control project design and construction and manage normal contingencies.

8. Explain any materially adverse factors not mentioned in the reports filed in (7) above; such as, pending litigation, major plant closings, class actions, IURC rate proceedings, regulatory agency orders relating to water quality.

9. Provide by attachment a tentative timetable of events anticipated for the project, including IURC hearing and approval of proposed financing and rates.

- 10 Has Applicant experienced any of the following events:

	Yes	No
a. Paid a debt service payment after the due date?	()	()
b. Funded current expenses with long-term debt?	()	()
c. Defaulted on a loan agreement?	()	()
d. Been adjudged a bankrupt?	()	()
e. Been sued by a lender for non-payment	()	()

If any answer is yes, explain event and circumstances. _____

PART II

1. List long term debt by type and issue by attaching schedules which provide the following information for each issue (as it may be applicable):
 - a. Principal outstanding at application date
 - b. Date of issue, lender and original principal at issuance
 - c. Coupon rates for each maturity
 - d. Net interest cost at time of issuance
 - e. Schedule of annual and/or semi-annual principal and interest payments to maturity
 - f. Security (first/second mortgages or other)
 - g. Call provisions, if any

PART III

1. If Applicant purchases water, attach contract regulating such purchases or describe purchase and supply terms if not subject to contract.

2. Indicate annual billings or collections from the five largest customers of the Applicant's water system:

Five Largest Utility Customers

<u>Name</u>	<u>Billings or Collections</u>
(1) _____	_____
(2) _____	_____
(3) _____	_____
(4) _____	_____
(5) _____	_____

3. Attach most recent schedule of water rates for Applicant's utility. Do you expect to raise any utility rates in the current or succeeding year? No () Yes ()

If yes, complete the following: Year _____ Anticipated Increase _____%

4. Please provide following statistical data:

<u>Year</u>	<u>Consumption (Unit -)*</u>	<u>Total Revenues</u>	<u>Number of Customers/ECU's</u>
1999	_____	\$ _____	_____
1998	_____	\$ _____	_____
1997	_____	\$ _____	_____
1996	_____	\$ _____	_____
1995	_____	\$ _____	_____

* indicate gallons or cubic feet

What is Applicant's estimate of customer growth by 2000: _____ %

5. Please provide following data concerning receivables at year end (if not provided elsewhere):

<u>Year</u>	<u>Bad Debts (written off)</u>	<u>Delinquent Accounts (over 60 days)</u>
1999	\$ _____	\$ _____
1998	_____	_____
1997	_____	_____

6. Please supply a schedule of estimated capital expenditures for the next three years and actual capital expenditures for the past two years. (Do not include expenditures made from bond proceeds.)

1999 _____	1996 est. _____
1998 _____	1997 est. _____
	1998 est. _____

PART IV

1. Population Information
(per census or local estimate)

	<u>County/SMSA*</u>	<u>Applicant's Service Area</u>
Current Estimate	_____	_____
1990	_____	_____
1980	_____	_____
1970	_____	_____
* County of Applicant	_____	

Describe, if possible, the user profile of Applicant's service area by percentage estimates:
residential _____%, farming _____%, small business (self-employed) _____%,
industrial and commercial _____%

2. Unemployment Rates (County, SMSA or local unit - Circle One)

Current _____% 1995 _____% 1994 _____% 1993 _____%

3. Five Largest Area Employers

	<u>Name</u>	<u>Type of Business</u>	<u>Estimated No. of Employees</u>
(1)	_____	_____	_____
(2)	_____	_____	_____
(3)	_____	_____	_____
(4)	_____	_____	_____
(5)	_____	_____	_____

4. Indicate generally where local residents work (i.e. in Applicant's area, the County, nearby population centers)._____

PART V

1. Federal Tax Law Representations

- (a) At least 95% of the proceeds of the loan will be used to provide facilities for the furnishing of water.
- (b) The water is or will be made available to members of the general public.
- (c) The rates and charges for the furnishing and sale of water have been and will be approved by the Indiana Utility Regulatory Commission.

I hereby certify that the foregoing information is true and correct to the best of my knowledge and belief.

Authorized Representative _____

Title _____ Date _____